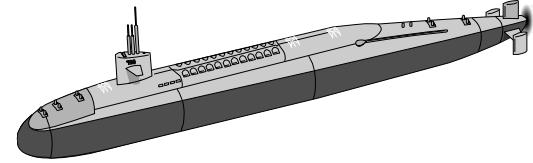
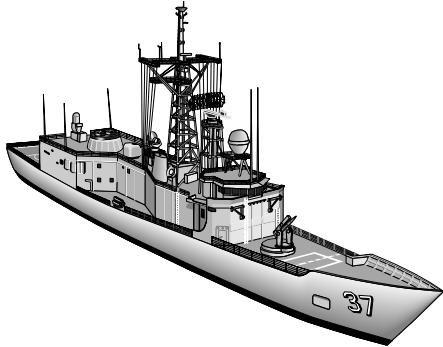


NAVSEA OPN Outfitting



Financial Overview

**Tim Dutcher
SEA 04L421**

Fleet Logistics Support Improvement Conference
19-20 May 1999

*Fleet Logistics Support
Team*



OPN Outfitting

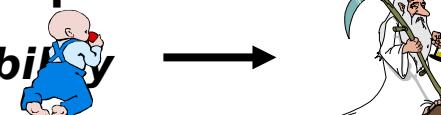
Overview

- **Background**
- **What the Account Pays For**
- **Outfitting and Material Support Life Cycle**
- **Status of Funds**
- **Execution Initiatives**
- **Summary**



OPN Outfitting Background

- NAVSEA MISSION - “We Are Ships”

- * **Cradle-to-grave Responsibility** → 
- * **Develop, Acquire, Modernize; Maintain Ships, Ordnance, and Systems**
- * **Enable Our Sailors and Marines to Fight and Win** 

- SEA 04L Integrated Logistics Role

- * **Supply Support Policy, Procedures for Provisioning, Allowances, Outfitting**
- * **Navy's Non-Aviation Outfitting Agent**

- SEA 04L4

- * **NAVSEA's Manager for OPN Outfitting Account**
 - * **Responsible For:**
 - ✓ Budget Development/Justification - Fleet Requirements
 - ✓ Program Execution/Financial Management - Fleet Support
- Fleet Logistics Support Team**

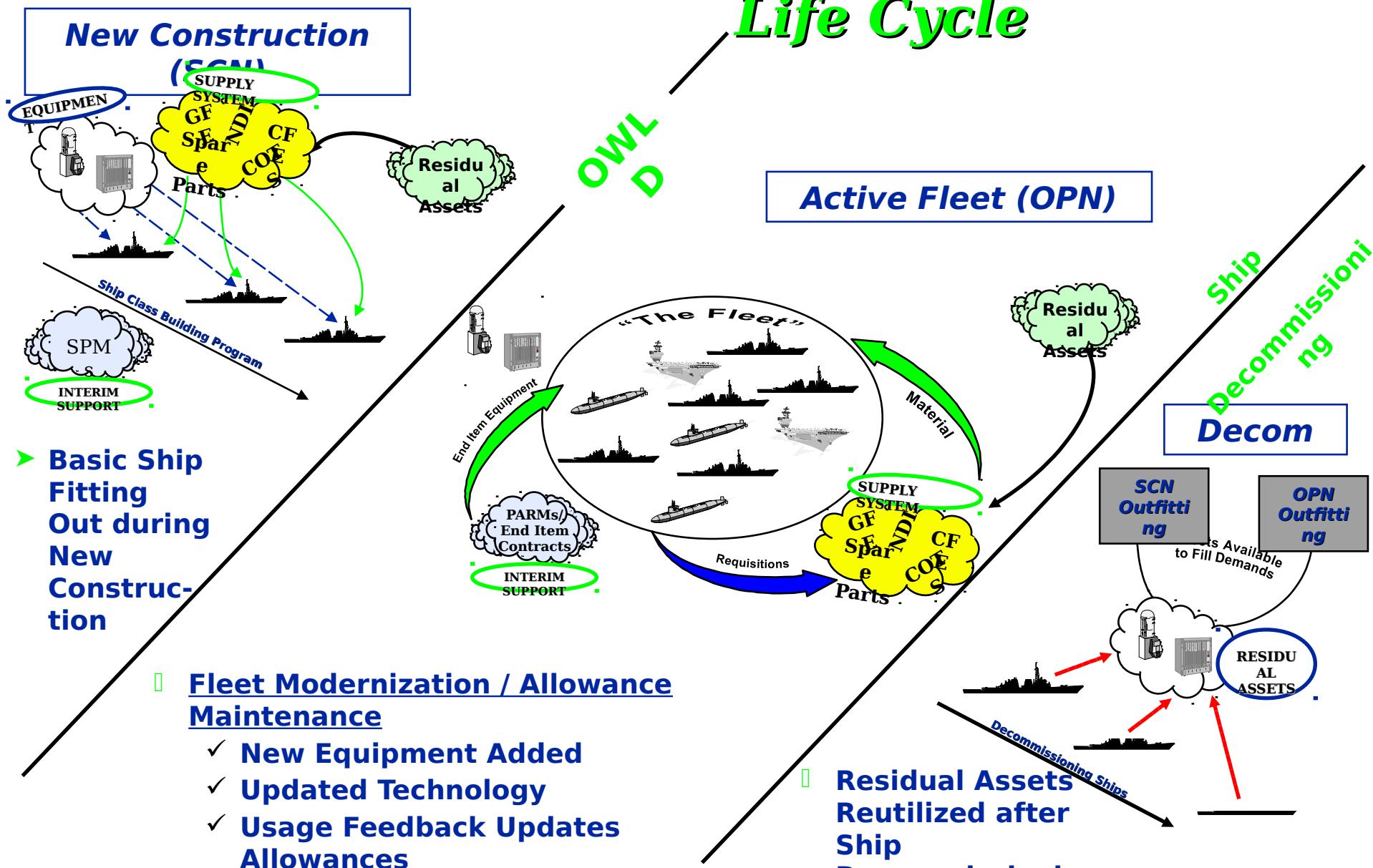


OPN Outfitting

What the Account Pays For

- OPN Outfitting Funds:
 - * **All Changes to “Baseline” Allowance List**
 - ✓ **From OWLD - End of New Construction/Conversion Funding**
 - ✓ **Through Life of Ship - Decommissioning**
 - * **Spares and Repair Parts Support for Equipment That Has Reached MSD and Is Fully Supported by the Navy Supply System**
 - ✓ **Modernization**
 - New Equipment/Weapons System Installations
 - ✓ **Maintenance**
 - Alteration of Previously Installed Equipment Configuration
 - ✓ **CNO-Approved Special or Unique Allowance Changes or Equipage Items**
- OPN Outfitting Represents:
 - * **“Buy-out” of a Lead Time Earlier NAVICP-M “Buy-in”**
Fleet Logistics Support Team
 - * **“Buy-out” of DLA and Other ICPs**

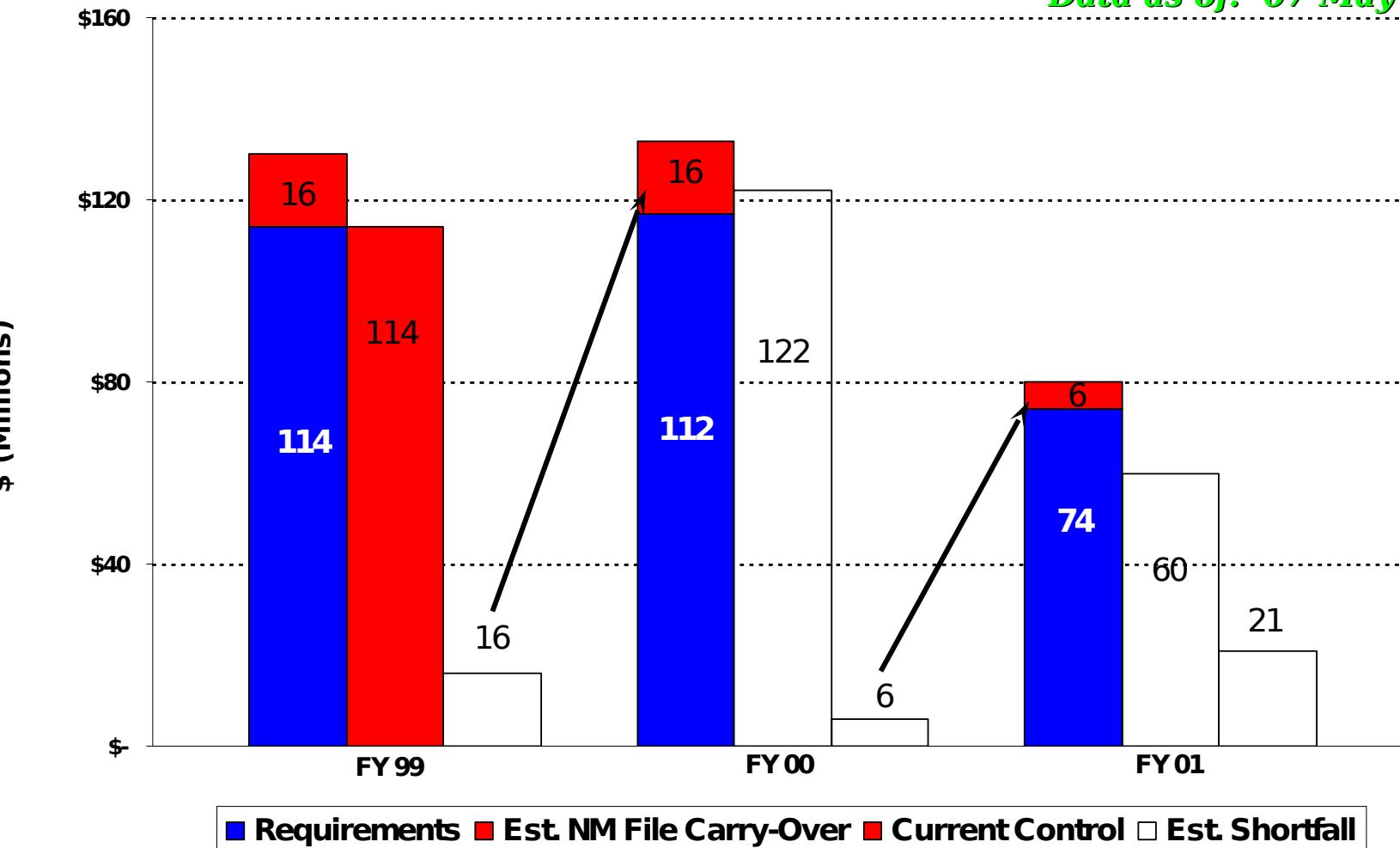
OPN Outfitting and Material Support Life Cycle





OPN Outfitting Status of Funds

Data as of: 07 May 1999





OPN Outfitting Execution Initiatives

Business
Process
Improvements
= Improved
Fleet Support

- Initiatives to Use Limited Funds Cost Effectively and Efficiently:
 - * **Validate All Requisitions > \$300**
 - ✓ Invalid/Not Allowed Requisitions Cancelled
 - * **Screen Residual Asset Databases (CRAMSI/RAM) for Potential “Free Issue”**
 - ✓ Offset in Budget
 - * **Screen Availability of NAVICP-M Material So That Funds Are Not Obligated to Fill Requisitions Until the Material Is Ready for Issue**
 - ✓ If Material Is Unavailable, Requisition Is Retained in the No Asset (NA) File
 - ✓ Weekly Screening of NAVICP Master Data File (MDF)
 - * **Recoulement and Reuse of Funds From Cancellations, or Deobligations Are Applied to Shortfalls**



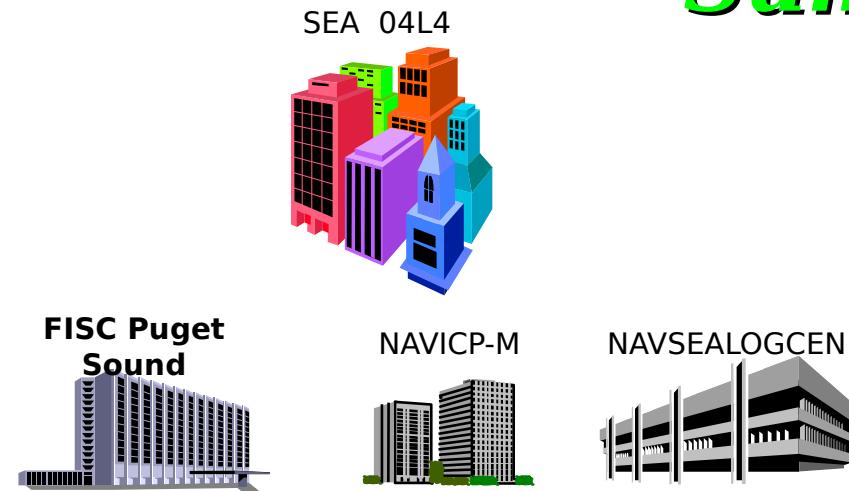
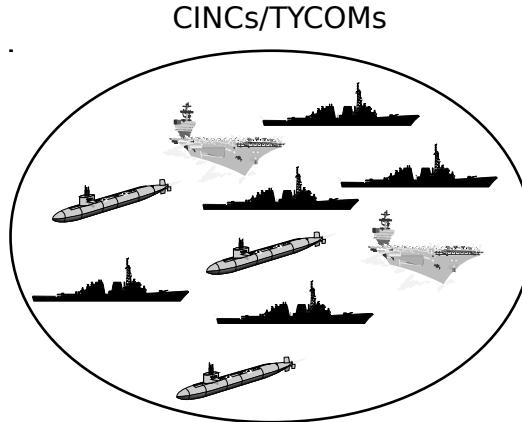
OPN Outfitting

Execution Initiatives (Cont'd)

- Initiated Fleet/NAVSEA Prioritization Process in June 95
- Fund Only:
 - * **(1) Nuclear (Q COSAL); (2) Strategic Weapon Systems;(3) Safety and Survivability Items;and (4) Range-adds Only for CINC/TYCOM-Identified Critical Equipment/Systems**
- Otherwise:
 - * **Requirement Still Registered at NAVICP-M**
 - * **Requisition Held in ACTS With No Money (NM) Status**
- Coordinating Closely With CINCs/TYCOMs to Designate Priority UICs and Critical Ships' Systems
- Continuous Review of Available Funds and No Money (NM) File Requisitions
 - * **NM File Revalidation Twice Per Year**
 - * **No Requisitions in NM Over One Year...either Fund or Cancel (If No Longer Authorized After Revalidation Effort)**

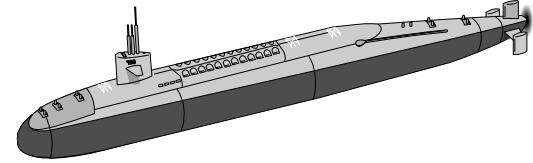
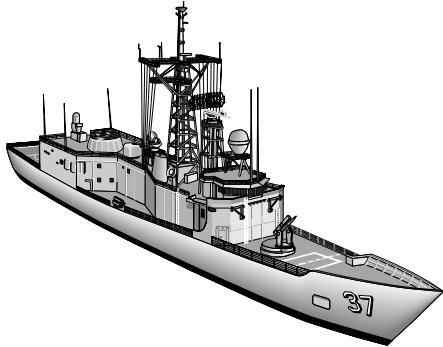


OPN Outfitting Summary



- **Current Budget Shows Limited Funding in the Outyears:**
 - * *Execution Initiatives Ensure Maximum Use of Funding*
- **SEA 04L4 Will Continue The Close Working Relationship With CINCs/TYCOMs**
 - * *Facilitates Prioritization Implementation*
 - * *Allows for Quick Response in Funding Urgent Requirements*

NAVSEA OPN Outfitting



Financial Overview

**Tim Dutcher
SEA 04L421**

Fleet Logistics Support Improvement Conference
19-20 May 1999

*Fleet Logistics Support
Team*



SCN Outfitting

Status of Funds

Data as of: 12 May 1999

